**MARKET SIZE**

**SECTOR COMPOSITION**

**KEY TRENDS**

**GOVERNMENT INITIATIVES**

**ADVANTAGE INDIA**

**AUTOMOBILES**

- **Number Of Automobiles Produced (in million)**
  - FY18: 29.1
  - FY19: 30.9
  - FY20: 26.4
  - FY21: 22.7

- **Number of Automobiles Sold in India (in million)**
  - FY18: 25.0
  - FY19: 26.3
  - FY20: 21.6
  - FY21: 18.6

- **Share Of Each Segment In Total Production Volume (FY21)**
  - Two Wheelers: 1.2%
  - Passenger Vehicles: 14.6%
  - Commercial Vehicles: 81.2%
  - Three Wheelers: 3.1%

- **Sales of Luxury Vehicles (’000 units) during April to September 2019**
  - Luxury Cars: 15.00
  - Premium Motorbikes: 14.00

- **Number Of Automobiles Exported (million)**
  - FY18: 4.04
  - FY19: 4.63
  - FY20: 4.77

**GOVERNMENT INITIATIVES**

- **National Mission for Electric Mobility 2020**
- **NATRIP**
- **FAME India Scheme**

**Note:** NATRIP- National Automotive Testing and R&D Infrastructure Project

**Robust demand:** Rise in middle class income and young population will result in strong growth. In May 2021, total volume of passenger vehicles production reached 806,755 units.

**Rising Investment:** The automobile sector received cumulative FDI inflow of about US$ 25.85 billion between April 2000 and March 2021.

**Policy support:** In Union Budget 2021-22, the government announced the voluntary vehicle scrappage policy to phase out old and unfit vehicles. Automotive Mission Plan 2016-26 is a mutual initiative by the Government of India and Indian Automotive Industry to lay down the roadmap for development of the industry.

**Opportunities:** India could be a leader in shared mobility by 2030, providing opportunities for electric and autonomous vehicles. The electric vehicles industry is likely to create five core jobs by 2030.